

FISCAL NOTE

SB 142

January 25, 2001

SUMMARY OF BILL:

- Amends TCA 47-25-302(1). Under existing law, cigarette retailers are to determine the *basic cost of cigarettes* based on the invoice cost or the replacement cost within the prior 30 days.
- Changes the 30-day period to a 15-day period.

The *basic cost of cigarettes* is defined as the invoice cost of cigarettes to the retailer or the replacement cost of cigarettes to the retailer within 30 days prior to the date of sale, in the quantity last purchased, whichever is lower, absent any cash or other discounts and/or concessions of any kind, to which shall be added the full face value of any stamps which may be required by any cigarette tax law of this state now in effect or hereafter enacted, and any other taxes or fees imposed by Title 67, Chapter 4, Part 10, if not already included by the manufacturer in this list price.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Not Significant

There is a one-time cost to notify taxpayers of the change in the law and is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director